LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **DECEMBER 20, 2005**, upon the application of **CHESAPEAKE OPERATING**, **INC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the Fowler Sand; the Hill Sand; the Upper Sligo Sand, Reservoir A; the West Zone, the Gardner Sand; the Hosston L Sand; and the Hosston Formation, in the Simsboro Field, Lincoln Parish, Louisiana.

- 1. To permit the applicant to designate and utilize its Givens No. 3 and Scarborough No. 1 as alternate unit wells for U SLIGO RA SUA, at the locations shown on the plat submitted with the application, in exception to the well spacing provisions of Office of Conservation Order No. 222, effective December 4, 1951.
- 2. To permit the applicant to drill, designate and utilize a substitute unit well for HILL SUC and U SLIGO RA SUA, at the location shown on the plat submitted with the application, in exception to the well spacing provisions of Office of Conservation Order No. 222, effective December 4, 1951.
- 3. To permit the applicant to designate and utilize its Scarborough No. 1 as an alternate unit well for WEST SUAA, at the location shown on the plat submitted with the application, in exception to the well spacing provisions of Office of Conservation Order No. 222, effective December 4, 1951.
- 4. To permit the applicant to drill, designate and utilize alternate unit wells for FWL SUA and WEST SUAA, at the locations shown on the plat submitted with the application, in exception to the well spacing provisions of Office of Conservation Order No. 222, effective December 4, 1951.
- 5. To permit the applicant to designate and utilize its Givens No. 3 and Scarborough No. 1 as alternate unit wells for HOSS L SUC and HOSS SU28, at the locations shown on the plat submitted with the application, in exception to the well spacing provisions of Office of Conservation Order No. 222, effective December 4, 1951.
- 6. To permit the applicant to drill, designate and utilize an additional alternate unit well for HOSS SU28 and HOSS L SUC and a substitute unit well for GARD SUH, at the location shown on the plat submitted with the application, in exception to the well spacing provisions of Office of Conservation Order No. 222, effective December 4, 1951.
- 7. To explicitly find that the proposed substitute unit wells and alternate unit wells are necessary to drain a portion of the abovesaid sands, zone, formation and reservoirs in the Simsboro Field underlying the respective units referenced above, which cannot be efficiently and economically drained by any existing well in such units.
- 8. To redefine the Hosston Formation in the Simsboro Field, Lincoln Parish, Louisiana, INSOFAR AND ONLY INSOFAR AS TO HOSS SU28, as being that stratigraphic equivalent of that gas and condensate bearing interval encountered between the depths of 6480 feet and 9610 feet (electric log measurements) in the Tensas Delta Expl. Co., LLC Freudendorf et al No. 2 Well, located in Section 14, Township 17 North, Range 4 West, Lincoln Parish, Louisiana, LESS AND EXCEPT the Gardner and Hosston L Sands as defined in Office of Conservation Order No. 222.

SIMSBORO FIELD 05-1359 thru 05-1365

9. To permit the downhole combination of the abovesaid sands, formation and reservoirs in the wellbore of any well located in FWL SUA, HILL SUC, U SLIGO RA SUA, WEST SUAA, GARD SUA, HOSS L SUC and HOSS SU28,

10. To consider such other matters as may be pertinent.

The Fowler Sand, Hill Sand, Gardner Sand and Hosston L Sand are fully defined in Office of Conservation Order No. 222, effective December 4, 1951.

The Hosston Formation was previously defined in Office of Conservation Order No. 222-1, effective September 1, 1957, but shall be redefined as set forth hereinabove INSOFAR AND ONLY INSOFAR AS TO HOSS SU28.

The Upper Sligo Sand, Reservoir A, was defined in Office of Conservation Order No. 222-G, effective January 18, 1979.

The West Zone of the Sligo Formation is defined in Office of Conservation Order No. 222-E, effective June 1, 1965.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, La 11/15/05;11/18/05 S dnp

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.